

Emerging Risks

Item 3b – Attachment 4

Issue	Signals	Potential Impacts	Related Risks
Health Care Reform	<ul style="list-style-type: none"> Legislation Regulations 	<ul style="list-style-type: none"> Changes to IT systems Changes to programs 	Health Care Funding Program/Service Failure Risk
Pension Reform	<ul style="list-style-type: none"> Media mentions Proposed legislation / ballot initiative 	<ul style="list-style-type: none"> New benefit formulas Changes to actuarial assumptions Changes to IT systems 	Pension Funding
Change to Investment Environment	<ul style="list-style-type: none"> Semantic analysis SEC regulation 	<ul style="list-style-type: none"> 	Total Fund Tracking Risk Liquidity Risk Credit Risk

ILLUSTRATIVE